GOVERNMENT OF INDIA
CIVIL AVIATION
LOK SABHA

UNSTARRED QUESTION NO:3357
ANSWERED ON:26.04.2007
FIXATION OF AIR TARIFF
Krishnadas Shri N.N.

Will the Minister of CIVIL AVIATION be pleased to state:

(a) the details of methodology being adopted by the Indian Airlines and Air India for fixing the air tariff;

(b) whether revision of ticket price is under consideration of the Government for the passengers who are travelling between middle-east destinations and Indian destinations; and

(c) if so, the details thereof?

Answer

MINISTER OF THE STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF CIVIL AVIATION (SHRI PRAFUL PATEL)

(a): The fare structure applicable to international travel is of two types:

(i) International Air Transport Association(IATA) fares - Resolutions are adopted for fare increases, rules governing fares are amended etc. through annual IATA Tariff coordinating Conferences held separately for each area. These resolutions are then filed by the national carriers with their respective Governments for approval prior to implementation of the Resolution.

(ii) Airline specific fares - Airline specific fares are fixed by the airline depending on seasonality, competitors fares, market demand, convenience of schedules, nature of product (direct/indirect flights), etc. These fares are filed with all GDSs (Global Distribution System) and are avalibale to all travel agents.

(b)and(c): Airline operators are free to amend their fares keeping in view the factors mentioned at a
(ii) above.